

**SOUTHERN COMMUNITY FINANCIAL CORPORATION**

	CPP Disbursement Date 12/05/2008	RSSD (Holding Company) 2981831	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$1,725	\$1,650	-4.4%		
Loans	\$1,233	\$1,136	-7.9%		
Construction & development	\$178	\$139	-22.3%		
Closed-end 1-4 family residential	\$288	\$242	-15.9%		
Home equity	\$111	\$105	-5.0%		
Credit card	\$0	\$0			
Other consumer	\$11	\$11	1.1%		
Commercial & Industrial	\$183	\$145	-20.9%		
Commercial real estate	\$408	\$424	4.1%		
Unused commitments	\$276	\$216	-21.9%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$183	\$110	-39.8%		
Asset-backed securities	\$0	\$0			
Other securities	\$139	\$241	73.2%		
Cash & balances due	\$30	\$44	45.0%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$40	\$33	-17.2%		
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$39	\$34	-13.3%		
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$1,575	\$1,519	-3.6%		
Deposits	\$1,329	\$1,353	1.8%		
Total other borrowings	\$239	\$159	-33.4%		
FHLB advances	\$104	\$73	-30.1%		
Equity					
Equity capital at quarter end	\$149	\$130	-12.8%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$9	\$6	NA		
Performance Ratios					
Tier 1 leverage ratio	8.4%	7.8%	--		
Tier 1 risk based capital ratio	10.4%	9.9%	--		
Total risk based capital ratio	11.6%	11.1%	--		
Return on equity <sup>1</sup>	-26.9%	-29.7%	--		
Return on assets <sup>1</sup>	-2.3%	-2.5%	--		
Net interest margin <sup>1</sup>	3.6%	3.5%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}	78.5%	32.2%	--		
Loss provision to net charge-offs (qtr)	196.3%	54.1%	--		
Net charge-offs to average loans and leases <sup>1</sup>	3.0%	4.1%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	6.6%	19.0%	1.5%	1.0%	--
Closed-end 1-4 family residential	3.4%	12.3%	1.2%	1.2%	--
Home equity	0.4%	1.0%	0.4%	0.4%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.8%	0.6%	3.2%	0.6%	--
Commercial & Industrial	1.9%	7.3%	1.5%	5.5%	--
Commercial real estate	3.0%	5.1%	0.0%	0.0%	--
Total loans	3.1%	8.1%	0.8%	1.2%	--